Saskmilk

UPDATE

January 16, 2012

QUOTA EXCHANGE

The market-clearing price established for the January, 2012 Quota Exchange was $30,612.00

The next Quota Exchange will be held on February 15, 2012. All offers to sell and bids to purchase quota through the Quota Exchange must be received at the SaskMilk office by midnight, February 6, 2012. SaskMilk recommends that offers and bids be submitted well in advance of the deadline date to ensure adequate time for corrections, if necessary.

Just a reminder to producers that when making bids on the Quota Exchange, the price on offers to sell quota is the minimum price that the producer is prepared to accept for that quota. Only if the market-clearing price is equal to or greater than the producer's minimum price will that producer qualify for participation in the Exchange. Conversely, the price on offers to purchase quota is the maximum price that the producer is prepared to pay for that quota. Only if the market-clearing price is equal to or less than the producer's maximum price will that producer qualify for participation in the Exchange. The clearing price is set at the price where the smallest difference exists between the accumulated volume offered for sale and the accumulated volume bid to purchase.

The results of the Quota Exchange are outlined in the following Table.

JANUARY, 2012 QUOTA EXCHANGE RESULTS SUMMARY

Market Clearing Price per kilogram of butterfat	**$30,612.00**
Daily Kilograms offered to Purchase	**99.95**
Kilograms offered to Sell	**10.00**
Kilograms sold	**10.00**
Number of Producers	
- offered to purchase	**8**
- purchased quota	**2**
- offered to sell	**1**
- sold quota	**1**

JANUARY, 2012 QUOTA EXCHANGE CLEARING PRICE RESULTS

Price ($/daily kg b.f.)	No. of Sellers	Cumulative Sellers	Daily Kgs b.f. offered for sale	Cumulative sales	Cumulative Sales less Cumulative purchases	Cumulative purchases	Daily Kgs b.f. offered to purchase	Cumulative Buyers	No. of buyers
29,000.00	0	0	0.00	0.00	-99.95	99.95	8.00	8	1
29,200.00	0	0	0.00	0.00	-91.95	91.95	10.00	7	1
29,280.00	0	0	0.00	0.00	-81.95	81.95	6.00	6	1
29,500.00	1	1	10.00	10.00	-65.95	75.95	0.00	5	0
29,600.00	0	1	0.00	10.00	-65.95	75.95	6.00	5	1
30,000.00	0	1	0.00	10.00	-59.95	69.95	15.00	4	1
30,365.00	0	1	0.00	10.00	-44.95	54.95	40.00	3	1
30,612.00	**0**	**1**	**0.00**	**10.00**	**-4.95**	**14.95**	**12.25**	**2**	**1**
30,740.00	0	1	0.00	10.00	7.30	2.70	2.70	1	1

TRANSFER CREDIT SUMMARY REPORT

MONTH	# OF PRODUCERS TRANSFER IN	# OF PRODUCERS TRANSFER OUT	TOTAL KGS BUTTERFAT
December	25	26	33,472
January/11	27	20	29,306
February	25	19	25,424
March	38	34	37,078
April	21	14	20,912
May	14	16	17,747
June	20	18	21,400
July	14	13	18,903
August	19	26	29,476
September	14	13	15,745
October	23	21	25,971
November	25	27	27,199
December	23	22	22,169

OVER QUOTA (OVER 10 DAYS) REPORT BY MONTH

MONTH	# OF PRODUCERS	KGS BUTTERFAT
December	1	307
January 2011	0	0
February	2	134
March	0	0
April	1	104
May	2	185
June	2	392
July	2	267
August	1	78
September	2	157
October	3	357
November	3	329
December	4	1,032

SUMMARY REPORT OF CREDITS December, 2011 – 179 PRODUCERS

DAYS	# OF PRODUCERS	POSITIVE CREDITS ACCUMULATED (KGS OF BUTTERFAT)
+10	4	2,532
+ 5 to +10	15	10,762
0 to + 5	22	7,475
TOTAL	41	20,769
DAYS	**# OF PRODUCERS**	**NEGATIVE CREDITS ACCUMULATED (KGS OF BUTTERFAT)**
-20	10	-24,143
-15 to -20	34	-125,432
-10 to -15	35	-51,759
-5 to -10	27	-23,988
0 to -5	32	-8,413
TOTAL	138	-233,735

LOST OPPORTUNITY REPORT

MONTH	# OF PRODUCERS	LOST OPPORTUNITY (KGS OF BUTTERFAT)
December	20	6,612
January, 2011	18	3,201
February	20	5,047
March	13	2,251
April	20	5,157
May	24	6,688
June	18	5,490
July	24	7,904
August	24	10,994
September	28	13,098
October	21	8,137
November	18	5,354
December	10	2,240

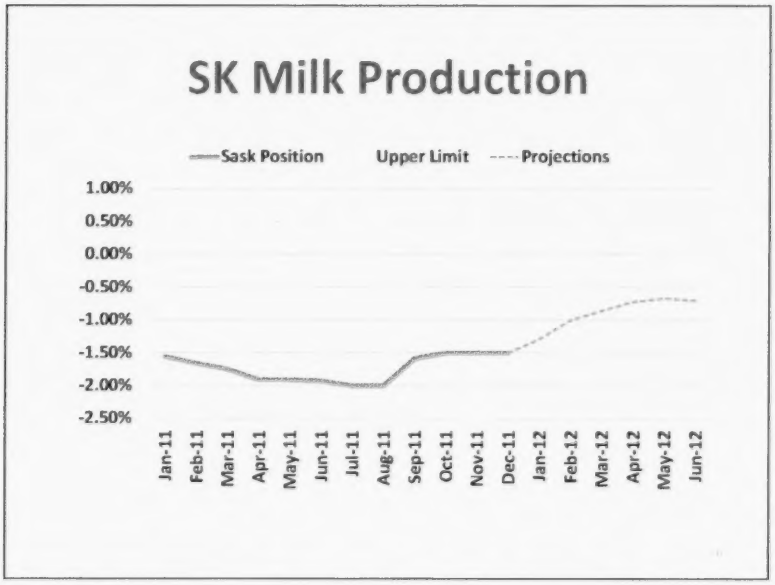
WEIGHTED AVERAGE COMPONENT TESTS & PRICES December, 2011

Components	Average Test	Price per kilogram Class 1 to 5
Butterfat	3.9715	$12.162278
Protein	3.4022	9.162255
Other Solids	5.6960	1.368141

Based on the average component tests for the province, the average price received was $87.2650 per hectolitre. **The average butterfat price received per kilogram was $21.95**

SASKATCHEWAN MILK POOL RESULTS December, 2011

Milk Sale Revenue	$ 16,068,100.03
Western Milk Pool	$ 1,292,973.72
Dairy Farmers of Canada Skim Off	$ - 18,225.64
Plant of Last Resort Service	$ - 56,433.04
Total Pool Value	**$ 17,286,415.07**



In December, Saskatchewan had a monthly CDC allocation of 790,655 **kilograms** of butterfat. In the month of December, Saskatchewan production was **-4,438 kilograms** of butterfat **under** and cumulatively **under** by **-134,558 kilograms** of butterfat. On a percentage basis, Saskatchewan is at **-1.50%** within our CDC allocation flexibility limits based on the Continuous Quota model. The -1.50% lower flexibility limit is in effect.

	(1) Monthly Total Production Kgs bf	(2) Total Monthly CDC Quota Allocation Kgs bf	(3) Monthly Over or (Under) Production Kgs bf col. 1 – 2 = 3	(4) Lower Flexibility Limit **(1.5%)** Kgs bf col. 9 * -1.5%	(5) Upper Flexibility Limit **1.0%** Kgs bf col. 9 *1.0%	(6) Cumulative Over or (Under) Production with limits Kgs bf	(7) Cumulative Over or (Under) Production with limits in - % col. 6 / 9	(8) Over Quota or (Lost Production Opportunity) Kgs bf	(9) Rolling 12 Month Total Quota Kgs bf
Dec-10	731,120	785,901	(54,781)	(130,400)	43,467	**(131,008)**	**-1.51%**	(70,294)	8,693,300
Jan-11	742,948	758,126	(15,178)	(130,878)	43,626	**(135,861)**	**-1.56%**	(10,324)	8,725,211
Feb-11	673,205	682,398	(9,193)	(131,181)	43,727	**(145,054)**	**-1.66%**	0	8,745,397
Mar-11	748,293	757,080	(8,787)	(175,333)	43,833	**(153,501)**	**-1.75%**	0	8,766,601
Apr-11	723,139	737,593	(14,454)	(175,933)	43,983	**(167,955)**	**-1.91%**	0	8,796,654
May-11	750,663	750,954	(291)	(176,510)	44,127	**(168,245)**	**-1.91%**	0	8,825,483
June-11	723,059	725,685	(2,626)	(177,134)	44,283	**(170,871)**	**-1.93%**	0	8,656,690
July-11	725,673	736,879	(11,206)	(177,781)	44,445	**(177,781)**	**-2.00%**	(4,296)	8,889,063
Aug-11	733,202	745,258	(12,056)	(178,343)	44,586	**(178,343)**	**-2.00%**	(11,494)	8,917,144
Sep-11	716,780	744,377	(27,597)	(178,676)	44,669	**(142,058)**	**-1.59%**	(63,882)	8,933,794
Oct-11	762,771	774,172	(11,401)	(134,267)	44,756	**(134,267)**	**-1.50%**	(19,192)	8,951,139
Nov-11	754,256	767,329	(13,073)	(134,486)	44,829	**(134,529)**	**-1.50%**	(12,811)	8,965,752
Dec-11	786,189	790,655	(4,466)	(134,558)	44,853	**(134,558)**	**-1.50%**	(4,438)	8,970,506

(1) Monthly Production in Saskatchewan
(2) Total Monthly Quota = Class 1 sales + Monthly MSQ + Carry Forward
(3) Difference between the monthly production (1) and the total monthly quota (2)
(4) The Lower Flexibility Limit is -1.5% of Rolling 12 Month Total Quota (9)
(5) The Upper Flexibility Limit is 1.0% of Rolling 12 Month Total Quota (9)
(6) Previous Month Cumulative Over or (Under) Production + Current Monthly Over or (Under) Production (capped at lower or upper limit if applicable)
(7) Equal to Column (6) expressed as a percentage basis within the flexibility limits
(8) Over Quota or (Lost production opportunity) outside of flexibility limits
(9) Total Monthly CDC Quota Allocation for the previous 12 months

QUOTA LISTING SERVICE

SaskMilk offers a free quota listing service as part of its Newsletter. Anyone wishing to sell or purchase quota and/or cows or miscellaneous dairy equipment is welcome to contact the SaskMilk office at (306) 949-6999. All prices and negotiations will be independent of SaskMilk. **Please note that ads will be posted in two issues and will then be removed unless SaskMilk is notified otherwise.**

Cows for Sale

- Fresh heifers and cows for sale. Contact Elaine Donald at (306) 668-4905.

Miscellaneous

- For sale - Used flip up stall dividers. Contact Mike at (306) 398-7852.
- Custom hay hauling, with 53' step deck trailer, hauls 34 round bales. Competitive rates. Also, large quantity grass round bales and some alfalfa/grass rounds for sale. Feed test available. Please call (306) 931-3268, ask for Dennis Wesselingh or email saskvalleyfarm@live.ca

SASKMILK BOARD OF DIRECTORS

	PHONE	EMAIL
Blaine McLeod - Chair	(306) 756-2775	rb.mcleod@sasktel.net
Melvin Foth – Vice Chair	(306) 225-4678	fvl@sasktel.net
David Entz	(306) 741-0632	davidentz3662@gmail.com
Jack Ford	(306) 328-4700	jackford@sasktel.net
Jason Wildeboer	(306) 249-4358	skunkhollow@yourlink.ca
Isaac Klassen	(306) 249-4435	isaac00@sasktel.net
Jim Ross	(306) 697-2232	jimleeholsteins@sasktel.net
Juliann Lindenbach	(306) 771-2776	robella@sasktel.net
Sheldon Peifer	(306) 862-9470	dspeifer@sasktel.net

For further information, please contact the SaskMilk office.

444 McLeod Street
Regina, Saskatchewan S4N 4Y1
Website: www.saskmilk.ca

Telephone (306) 949-6999
Fax: (306) 949-2605
Email: info@saskmilk.ca